Achieving Stability in the Post 9/11 Environment

Session B2: Safeguards / Security

Michael Wallace

President – Constellation Generation Group Chairman – NEI Security Working Group Chairman – Nuclear Sector Coordinating Council



Nuclear Industry Security Principles

- The Federal government should treat the nuclear energy sector consistent with all other sectors of the critical infrastructure.
- The NRC is responsible for the established regulatory scope. The Department of Homeland Security is responsible for items beyond the regulatory scope.
- Regulatory requirements for the nuclear industry are currently at the limits of what is reasonable for the private sector.
- Industry must work together, to the maximum possible extent, through the Security Working Group and NEI



Why Stability Is Important

- Ensures requirements can be implemented
- Avoids Unintended Consequences
 - Impacts on company business decisions
 - License renewal
 - New plants
 - Distraction from safety due to senior management continued focus on security
- Reduces impacts to the infrastructure
 - Loss of the grid



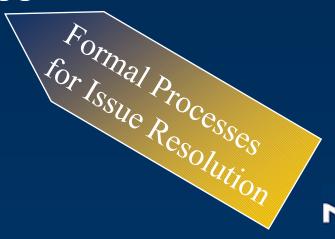
Industry Performance and No Changes to Regulatory Requirements Necessary for Regulatory Stability

Industry Performance

Systematic Transition
Systematic Transition

REGULATORY STABILITY

Extensive Staff and Interactions
Commission Interactions



Integration Across The Government Critical to Achieving Stability

Regulatory
Stability

STABILITY





MSCCIGCC

Conclusions

EFFECTIVE SECURITY AND REGULATORY STABILITY FOUNDED ON

Industry Performance

No Changes to Security Requirements

